

Message Text

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53

ACTION EUR-25

INFO OCT-01 ISO-00 SP-03 AID-20 EB-11 NSC-07 RSC-01

CIEP-02 TRSE-00 SS-20 STR-08 OMB-01 CEA-02 CIAE-00

COME-00 EA-11 FRB-02 INR-10 IO-14 NEA-10 NSAE-00

OPIC-12 LAB-06 SIL-01 SWF-02 PA-04 PRS-01 USIA-15

DRC-01 /190 W

----- 050621

R 021408Z APR 74

FM AMEMBASSY PARIS

TO SECSTATE WASHDC 7787

INFO USMISSION EC BRUSSELS

USMISSION OECD PARIS

UNCLAS PARIS 08018

E.O. 11652: N/A

TAGS: EFIN, FR

SUBJECT: FRENCH 1973 BALANCE OF PAYMENTS

1. FIRST INDICATION OF FRENCH 1973 BALANCE OF PAYMENTS HAS APPEARED IN TABLE ON PAGE 112 OF 1973 BANK OF FRANCE ANNUAL REPORT (TO BE POUCHED TO WASHINGTON SEPARATELY AS A CERP PUBLICATION). PROVISIONAL FIGURES SHOW TRADE SURPLUS ABOUT THE SAME AS 1972, BUT A SUBSTANTIAL DETERIORATION IN SERVICES AND A BALLOONING LONG TERM CAPITAL DEFICIT GENERATED A BASIC BALANCE DEFICIT OF SDR 1,880 MILLION. BASIC BALANCE DEFICIT PARTLY OFFSET BY SUBSTANTIAL SURPLUS IN SHORT TERM CAPITAL AND ERRORS AND OMISSIONS. THE REPORT STATES THAT SDR 800 MILLION OF THE DEFICIT IN LONG TERM CAPITAL IS PURELY AN ACCOUNTING ARTIFACT SINCE FRENCH BANKS BORROWED THIS AMOUNT SHORT TERM (INCLUDED IN THE NET BANK POSITION) ON EURO-DOLLAR MARKET TO FINANCE LONG TERM LENDING.

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2. FRENCH BALANCE OF PAYMENTS 1973

1. CURRENT ACCOUNT	
2. LONG TERM CAPITAL	-1,745
3. BASIC BALANCE (1 PLUS 2)	-1,880
4. SHORT TERM CAPITAL & ERRORS & OMISSIONS	
5. NET BANK POSITION	
6. OFFICIAL SETTLEMENTS BALANCE	
(3 PLUS 4 PLUS 5)	-1,461

3. WE WILL REPORT MORE FULLY BY AIRGRAM WHEN THE
REGULAR FINANCE MINISTRY REPORT BECOMES AVAILABLE.
STONE

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BALANCE OF PAYMENTS DATA, CAPITAL (FINANCE), FINANCIAL DATA
Control Number: n/a
Copy: SINGLE
Draft Date: 02 APR 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974PARIS08018
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740073-0368
From: PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740474/aaaacpxs.tel
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Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Previous Handling Restrictions: n/a
Reference: n/a
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Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 28 MAY 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 MAY 2002 by bryansd0>; APPROVED <05 JUN 2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
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Subject: FRENCH 1973 BALANCE OF PAYMENTS
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To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005